

STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

MEDICAL CARE COMMISSION QUARTERLY MEETING
DIVISION OF HEALTH SERVICE REGULATION
801 BIGGS DRIVE, RALEIGH, NC 27603
NOVEMBER 13, 2015
9:00 A.M.

AGENDA

I. MEETING OPENS

II. CHAIRPERSON'S COMMENTS – Dr. John A. Fagg will comment on matters of importance to the Commission. Question: Does anyone have any conflict of interest with any agenda item before the Commission today?

III. INTRODUCTION OF DHHS SECRETARY RICHARD BRAJER.....Drexdal R. Pratt

IV. INTRODUCTION OF NEW MEMBERS OF THE COMMISSION.....Dr. John A. Fagg

- Robert S. Alphin, M.D.
- Devdutta G. Sangvai, M.D.

V. APPROVAL OF MINUTES from the July 10, 2015 Medical Care Commission Quarterly Meeting is requested (**attached as Exhibit A**).

VI. RESOLUTION OF APPRECIATION FOR DR. GEORGE BINDER -Dr. John A. Fagg (**attached as Exhibit A/1**)

VII. DIVISION DIRECTOR'S REPORT – Drexdal R. Pratt

Mr. Pratt will report on matters of interest to the Commission. Other items to report on are listed below (**see Exhibits B-B/4**):

1. Quarterly Report on Bond Program (**attached as Exhibit B**)

2. The Executive Committee held telephone conference meetings on the following dates:

July 20, 2015 – To consider a resolution authorizing the sale of bonds for Wayne Memorial Hospital. (**attached as Exhibit B/1**).

August 6, 2015 – To authorize the sale of bonds, the proceeds of which are to be loaned to Moravian Home, Incorporated d/b/a Salemtowne and to authorize a conversion for Hugh Chatham Memorial Hospital Project, Series 2008 to a new “Index Interest Rate” mode. (**attached as Exhibit B/2**).

September 15, 2015 – To authorize the sale of bonds, the proceeds of which are to be loaned to The Pines at Davidson, Inc., (2) authorize the execution and delivery of a First Amendment to the Amended and Restated Loan Agreement for the 2001 Bonds issued for the benefit of The Presbyterian Home at Charlotte, Inc., (3) authorize a Series Resolution requesting preliminary approval to a refunding for Mission Health, and (4) discussion of the MCC Draft Policy on Compliance. (**attached as Exhibit B/3**).

November 5, 2015 – To approve the sale of bonds for Aldersgate Retirement, Mission Health and a preliminary approval for Hugh Chatham Memorial Hospital.

(Exhibit B/4 will be provided out at the meeting)

VIII. COMPLIANCE DEFICIENCIES -Crystal Abbott & Kathy Larrison
(Exhibit C will be provided at the meeting)

IX. EDUCATION PROGRAM ON CONTINUING CARE RETIREMENT CENTERS - Tom Akins of LeadingAge of NC

X. DISCUSSION OF THE HEALTHCARE FACILITIES FINANCE ACT – Allen Robertson of Robinson Bradshaw & Hinson, P.A.

XI. BOND PROJECTS

A. United Church Homes and Services, Newton - Christopher B. Taylor and Steven C. Lewis

Resolution: The Commission grants preliminary approval to a project for United Church Homes and Services, to provide funds, to be used together with other available funds to (1) refund the \$13,755,000 North Carolina Medical Care Commission Retirement Facilities First Mortgage Revenue Refunding Bond (United Church Homes and Services) Series 2005A outstanding in the amount of \$5,850,000 and (2) to fund a project composed of a two story 96-bed nursing building adjacent to the existing building with each floor organized into three households of 16 private beds and an enclosed connector from new to existing buildings and reconfiguration of some of the existing semi-private into private beds dedicated to long term nursing care, common and administrative space all in accordance with a preliminary application, plans and specifications and participation as follows:

ESTIMATED SOURCES OF FUNDS

Principal amount of bonds to be issued	\$33,050,000
Other (2005A Principal Account)	<u>246,250</u>
Total Sources	\$33,296,250

ESTIMATED USES OF FUNDS

Site utility development and accessibility costs	\$102,850
Construction contracts	21,672,958
Construction contingency (5% of construction contract)	1,053,330
Architect/engineer fees and reimbursables	1,510,217
Moveable equipment	1,621,649
Consultants' fees related to construction	253,129
Amount required to refund Series 2005A Bonds	5,850,000
Bond interest during construction	716,894
Bond counsel	55,000
Borrower's Counsel	25,000
Bank Counsel	35,000
Bank Commitment Fee	33,050
Swap Advisor	10,000
Title, Recording	25,000
Survey	25,000
Environmental	8,100

Appraisal	23,250
Trustee fees	4,000
Trustee Counsel	7,500
Placement Agent Fee Refinancing	28,250
Placement Agent Fee New Money	198,650
DHSR reimbursables (G.S. 131E-267)	21,212
Local Government Commission fee	8,750
Contingency	<u>7,461</u>
Total Uses	\$33,296,250

Tentative approval is given with the understanding that the governing board of United Church Homes and Services accepts the following conditions:

1. The project will continue to be developed pursuant to the applicable Medical Care Commission guidelines.
2. Any required certificate of need must be in effect at the time of the issuance of the bonds or notes.
3. Financial feasibility must be determined prior to the issuance of bonds.
4. The project must, in all respects, meet requirements of §G.S. 131A (Health Care Facilities Finance Act).
5. The Executive Committee of the Commission is delegated the authority to approve the issuance of bonds for this project and may approve the issuance of such greater principal amount of the loan as shall be necessary to finance the project; provided, however, that the amount set forth above shall not be increased by more than ten percent (10%).
6. The bonds or notes shall be sold in such a manner and upon such terms and conditions as will, in the sole judgment of the Executive Committee of the Commission, result in the lowest cost to the facility and its patients.
7. If public approval of the bonds is required for the purpose of Section 147(f) of the Internal Revenue Code of 1986, as amended (“Section 147(f)”), this tentative approval shall constitute the recommendation of the Commission that the Governor of the State of North Carolina (the “Governor”) approve the issuance of such bonds, subject to the satisfaction of the requirements of Section 147(f) concerning the holding of a public hearing prior to the submission of such recommendation to the Governor.
8. The borrower will comply with the Commission’s Resolution: Community Benefits/Charity Care Agreement and Program Description for CCRC’s as adopted on November 9, 2007.
9. The borrower will furnish, prior to the sale of or reissuance of the bonds or notes or execution of the leases, evidence that it is in compliance with the covenants of all of its outstanding Medical Care Commission debt.

10. Based on information furnished by applicant, the project is:

- | | | | | | | |
|--|---|-----|-------|----|-------|-----|
| 1. Financially feasible | √ | Yes | _____ | No | _____ | N/A |
| 2. Construction and related costs are reasonable | √ | Yes | _____ | No | _____ | N/A |

Notes:

1) Information from 2014 Audit for United Church Homes and Services and Affiliates:

Operating Loss	(\$4,630,972)
Change in unrestricted net assets	\$769,002
Change in net assets	(\$210,399)
Net cash provided by operating activities	\$5,724,305
Net decrease in cash and cash equivalents	(\$673,980)

2) Community Benefits Percentage per GS 105 for FYE 2014 18.10%

3) Neither the entity or the bonds are/or will be rated

4) Long Term Debt Source Coverage Ratios:

Actual	FYE 9/30/2014	1.93
Forecasted	FYE 9/30/2015	1.57
Forecasted	FYE 9/30/2016	1.75
Forecasted	FYE 9/30/2017	1.88

5) Transaction Participants

Placement agent -	Ziegler
Purchaser of bonds -	SunTrust
Purchaser counsel -	Parker Poe Adams & Bernstein, LLP
Bond counsel -	McGuire Woods, LLP
Corporation counsel -	Ellinger & Carr
Swap advisor -	Efficient Capital
Trustee -	Bank of New York Mellon Trust Company

A) Resident and Board Diversity

**UNITED CHURCH HOMES AND SERVICES
Board of Directors Diversity Composition
2015 - 2016 Members**

OFFICERS:

J. Ray Deal, Chairperson
Linda J. Morris, Vice Chairperson
Mark L. Burns, Secretary
Anthony J. Branch, Treasurer
Mark W. Sigmon, Member-At-Large
Jeffrey S. Gilliam, Past Board Chairperson

Board Members:	Gender	Race	
1. Rev. Mark L Burns	M	W	Secretary
2. Ms. Brenda C Eckard	F	W	
3. Mr. Parker D. Howell, III	M	W	
4. Rev. Randall L. Orwig	M	W	
5. Mr. James W. Buchanan, Sr.	M	W	
6. Mrs. Joan K. Marsh	F	B	
7. Mr. Anthony J. Branch	M	B	Treasurer
8. Mr. Gregory M. Alcorn	M	W	
9. Mr. J. Ray Deal	M	W	Chairperson
10. Mrs. Naomi Y. East	F	Asian/Pacific Islander	
11. Dr. Linda Morris	F	B	Vice Chairperson
12. Mr. Kelsey McCleave	M	B	
13. Mr. Mark W. Sigmon	M	W	Member-At-Large
14. Mrs. Kathie Johnson	F	W	
15. Rev. Brad Thie	M	W	
16. Mr. Ray H. Walker	M	W	
17. Mrs. Heather Paul	F	W	Abernethy Laurels Advisory Chair
18. Rev. Darrell Sluder, Jr.	M	W	Piedmont Crossing Advisory Chair
19. Dr. Ralph L. Howell, Jr.	M	W	Lake Prince Woods Advisory Chair
20. Mr. Jeffrey S. Gilliam	M	W	Past Chairperson
21. Rev. Edward Davis	M	B	Southern Conference Minister – exofficio (voice, no vote)

Gender:

Male – 71.4% (15)
Female – 28.6% (6)

Race:

White – 71.4% (15)
Black or African American – 23.8% (5)
Asian and Pacific Islander – 4.8% (1)

B) Fee Schedules

**Village Residential
Living**

	Fully Declining	50 Percent Refundable	Monthly Fee Single Occupancy	Monthly Fee Double Occupancy
1-Bedroom Apartment*	\$83,599- \$90,029	\$117,039- \$126,041	\$1,322	\$1,950
2-Bedroom Apartment*	\$96,455- \$119,610	\$135,037- \$167,454	\$1,427	\$2,055
*Select apartments include utilities				
Villa	\$97,970- \$200,672	\$137,158- \$280,941	\$1,533	\$2,161
Cottage	\$150,919- \$249,069	\$211,287- \$348,696	\$1,670	\$2,298

Fully Declining Residency Plan

First 90 days or portion thereof90%
Beyond the first 90 days - total fees less 2.73% per month for each month of occupancy through month 36. After the 36th month of occupancy, the refund will be zero.

50% Refundable Residency Plan

First 90 days or portion thereof90%
Beyond the first 90 days - total fees less 1.21% per month for each month of occupancy through month 36. After the 36th month of occupancy, the refund will remain at the 50% level.

Pavilion Residential Living with Catered Services

	Fully Declining	50 Percent Refundable	Monthly Fee Single Occupancy	Monthly Fee Double Occupancy
Efficiency Apartment	\$48,000	\$67,200	\$2,658	\$3,674
Deluxe Eff. Apartment	\$48,000	\$67,200	\$2,908	\$3,924
1-Bedroom Apartment	\$60,197	\$84,276	\$3,378	\$4,394

Fully Declining Residency Plan

First 90 days or portion thereof 90%
Beyond the first 90 days - total fees less 2.73% per month for each month of occupancy through month 36. After the 36th month of occupancy, the refund will be zero.

50% Refundable Residency Plan

First 90 days or portion thereof 90%
Beyond the first 90 days - total fees less 1.21% per month for each month of occupancy through month 36. After the 36th month of occupancy, the refund will remain at the 50% level.

	Daily AL with Residency Plan	Daily AL without Residency Plan
Assisted Living		
Studio A (half bath)	\$151	\$158
Studio B (full bath)	\$164	\$169

	Daily Rate
Health Center**	
Semi-private	\$236
Private Room	\$262
Respite Care	\$160
Memory Care Semi-Private	\$244
Memory Care Private	\$269

****Additional discount for contracted residents.** All rates are subject to change. Prices effective

fee schedule The Pavilion

	Fully Declining	50 Percent Refundable Occupancy	Monthly Fee Single Occupancy	Monthly Fee Double
The Pavilion - Residential Living with Catered Services*				
Studio Apartment	\$46,750	\$65,450	\$2,145	\$2,933
1-Bedroom Apartment	\$59,840	\$83,776	\$2,584	\$3,372
2-Bedroom Apartment	\$73,500	\$102,900	\$2,926	\$3,714

*Includes utilities (water/sewer/electric)

Support Fee Assisted Living and Health Care

	Semi-Private	Private
Assisted Living	\$116	\$155
Nursing Care**	\$207	\$232-\$238

**Additional discount for contracted residents.

Fully Declining Residency Plan

First 90 days or portion thereof 90%

Beyond the first 90 days - total fees less 2.73% per month for each month of occupancy through month 36.
After the 36th month of occupancy, the refund will be zero.

50% Refundable Residency Plan

First 90 days or portion thereof 90%

Beyond the first 90 days - total fees less 1.21% per month for each month of occupancy through month 36.
After the 36th month of occupancy, the refund will remain at the 50% level.

All rates are subject to change. Prices effective October 1, 2015

fee schedule The Village

	Fully Declining	50 Percent Refundable Occupancy	Monthly Fee Single Occupancy	Monthly Fee Double
Veranda B*				
1-Bedroom Apartment	\$61,763	\$86,468	\$1,390	\$1,979
2-Bedroom Apartment	\$89,213	\$124,898	\$1,481	\$2,070

*Includes utilities (water/sewer/electric)

Patio Homes*
Veranda A & C/Kennedy Court

1-Bedroom Apartment	\$71,604- \$73,440	\$100,246- \$102,816	\$1,428	\$2,017
2-Bedroom Apartment	\$100,980- \$105,754	\$141,372- \$148,055	\$1,537	\$2,126

*Includes utilities (water/sewer/electric)

Gallery**

1-Bedroom Corner Apt.	\$62,998	\$88,198	\$1,857	\$2,633
1-Bedroom Apartment	\$62,998	\$88,198	\$1,929	\$2,705
2-Bedroom Apartment	\$90,997	\$127,396	\$2,077	\$2,853

** Includes meal plan, utilities and housekeeping package.

Villa

	\$129,163- \$168,876	\$180,828- \$236,427	\$1,495	\$2,084
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Cottage

	\$149,084- \$226,231	\$208,718- \$316,724	\$1,618	\$2,207
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Fully Declining Residency Plan

First 90 days or portion thereof 90%

Beyond the first 90 days - total fees less 2.73% per month for each month of occupancy through month 35.

After the 36th month of occupancy, the refund will be zero.

50% Refundable Residency Plan

First 90 days or portion thereof 90%

Beyond the first 90 days - total fees less 1.21% per month for each month of occupancy through month 36.

After the 36th month of occupancy, the refund will remain at the 50% level.

All rates are subject to change. Prices effective October 1, 2015

Studio	\$73,356	\$102,698	\$1,180
Apartments Studio Combo	\$125,988	\$176,383	\$1,945
1-Bedroom Apartments	\$90,678- \$141,339	\$126,949- \$197,874	\$1,872 \$1,992
2-Bedroom Apartments	\$131,478- \$187,392	\$184,069- \$262,349	\$2,061 \$2,186
Villa Homes	\$169,900- \$263,440	\$237,860- \$368,816	\$1,662
Cottage Homes	\$198,750- \$303,854	\$278,250- \$425,396	\$1,930

Second person monthly support \$637 per month.

Fully Declining Plan

First 90 days or portion thereof 90%

Beyond the first 90 days - total fees less 2.73% per month for each month of occupancy through month 36. After the 36th month of occupancy, the refund will be zero.

50% Refundable Residency Plan

First 90 days or portion thereof 90%

Beyond the first 90 days - total fees less 1.21% per month for each month of occupancy through month 36. After the 36th month of occupancy, the refund will remain at the 50% level.

	Daily
Assisted Living	Support Fee
Studio	\$146
One Bedroom Deluxe	\$199
Respite Care	\$205
Memory Care	\$203
Health Center	Daily Rate
Semi-private	\$212
Private Room	\$252

All rates are subject to change. Prices effective October 1, 2015
LAKE PRINCE WOODS | *Suffolk, Virginia* | www.lakeprincewoods.org

C) Compliance

United Church Homes and Services came before the Executive Committee on February 27, 2015 to obtain approval to refund their 2010 Series Bonds. At that time, the Commission was made aware that for FYE 2014 and FYE 2015, United Church Homes and Services would have findings involving documents not being timely filed with the Commission. Since United Church Homes and Services received approval to refund the 2010 Bonds, they have been in compliance with all covenant requirements. In addition, the Commission's auditor met with the CFO and supporting staff on August 19, 2015 and reviewed in detail the bond documents and covenant requirements for the 2005A/B and 2015 Series Bonds.

B. The Presbyterian Homes, Inc., Colfax, -.....Christopher B. Taylor and Steven C. Lewis

Resolution: The Commission grants preliminary approval to a project for the Presbyterian Homes, Inc. Communities to provide funds to be used together with other available funds, to pay for the costs of (1) total renovation of the skilled nursing and assisted living areas in order to implement the household model for care and to add a 12 unit apartment building with underground parking at Glenaire in Cary, (2) total renovation of the skilled nursing and common spaces in order to implement the household model of care at Scotia Village in Laurinburg, (3) common space renovation with repurposing of programing space for River Landing at Sandy Ridge in Greensboro, and (4) capital expenditures for Information technology, furniture, fixtures, apartment and other common area renovations and upgrades at all three locations all in accordance with a preliminary application, plans and specifications and participation as follows:

ESTIMATED SOURCES OF FUNDS

Principal amount of bonds to be issued	\$20,000,000
Cash and negotiable securities from reserves	<u>5,300,693</u>
Total	\$25,300,693

ESTIMATED USES OF FUNDS

Construction contracts	\$20,019,437
Construction contingency (5% of construction contract	713,000
Architect/engineer fees and reimbursables	930,000
Moveable equipment	3,290,316
Surveys, tests, insurance	98,519
Consultants' fees related to construction	69,421
Placement fee	20,000
Accountants fees	4,000
Legal fees for Corporation counsel	20,000
Bond counsel	50,000
Trustee fees	2,500
DHSR reimbursables (G.S. 131E-267)	10,000
Local Government Commission Fee	8,750
Bank Counsel	30,000
Trustee Attorney	4,500
Bank Commitment Fee	30,000
Miscellaneous Fees	<u>250</u>
Total	\$25,300,693

Tentative approval is given with the understanding that the governing board of Presbyterian Homes accepts the following conditions:

1. The project will continue to be developed pursuant to the applicable Medical Care Commission guidelines.
2. Any required certificate of need must be in effect at the time of the issuance of the bonds or notes.

3. Financial feasibility must be determined prior to the issuance of bonds.
4. The project must, in all respects, meet requirements of §G.S. 131A (Health Care Facilities Finance Act).
5. The Executive Committee of the Commission is delegated the authority to approve the issuance of bonds for this project and may approve the issuance of such greater principal amount of the loan as shall be necessary to finance the project; provided, however, that the amount set forth above shall not be increased by more than ten percent (10%).
6. The bonds or notes shall be sold in such a manner and upon such terms and conditions as will, in the sole judgment of the Executive Committee of the Commission, result in the lowest cost to the facility and its patients.
7. If public approval of the bonds is required for the purpose of Section 147(f) of the Internal Revenue Code of 1986, as amended (“Section 147(f)”), this tentative approval shall constitute the recommendation of the Commission that the Governor of the State of North Carolina (the “Governor”) approve the issuance of such bonds, subject to the satisfaction of the requirements of Section 147(f) concerning the holding of a public hearing prior to the submission of such recommendation to the Governor.
8. The borrower will comply with the Commission’s Resolution: Community Benefits/Charity Care Agreement and Program Description for CCRC’s as adopted on November 9, 2007.
9. The borrower will furnish, prior to the sale of or reissuance of the bonds or notes or execution of the leases, evidence that it is in compliance with the covenants of all of its outstanding Medical Care Commission debt.
10. Based on information furnished by applicant, the project is:

1. Financially feasible	√ _____	Yes	_____	No	_____	N/A
2. Construction and related costs are reasonable	√ _____	Yes	_____	No	_____	N/A

A) Rate Schedule

**The Presbyterian Homes
 Rate Schedule - 9/30/2015
 SCOTIA VILLAGE - RATE SCHEDULE**

<u>INDEPENDENT UNIT</u>	
STUDIO	2,075
EXP STUDIO	2,228
1 BR	2,358
EXP 1 BR	2,485
Delux 1BR Suite	2,497
2 BR	2,748
Exp 2 BR	2,976
CL 1 BR	2,556
CL 2 BR	2,806
CL EXP 2BR	3,069
DUPLEX-2BR	2,962
DUPLEX-3BR	3,062
COTT-2BRM	3,072
COTT-3BRM	3,191
2ND PERSON	934

<u>ASSISTED UNIT</u>	
AL	3,722
MAL - STUDIO	4,347
MAL - 1BR	4,990
2ND PERSON	3,710

<u>SKILLED UNIT</u>	
MEDICAID	126.25
DIRECT ADMIT	312.00
SPECIAL CARE UNIT	252.00
MEDICARE	312.00
PRIVATE	248.00

GLENAIRE - RATE SCHEDULE

<u>INDEPENDENT UNIT</u>	
STUDIO	2,188
1 BR	2,561
1 BR EXP	2,996
2 BR	2,996
3 BR	4,174

COTTAGE	3,105
NEW COTTAGES	3,438
2ND PERSON	1,045

ASSISTED UNIT

RESIDENTIAL ASSIST LIVING	3,509
MEDICAL ASSIST LIVING	5,219

SKILLED UNIT

PRIVATE	271.00
MEDICARE	328.00
PVT LG ROOM	297.00
MEDICAID	120.92

RIVER LANDING AT SANDY RIDGE RATE SCHEDULE

INDEPENDENT UNIT

1 BR APT	2,643
2 BR APT	3,252
3 BR APT	3,457
3 BR COMBO (DELUXE)	3,598
3 BR COMBO (DELUXE 2)	4,647
3 BR COMBO Gleneagles	3,891
2BR TOWNHOME	3,269
3BR TOWNHOME	3,493
2BR VILLA	3,316
3BR VILLA	3,536
2BR COTTAGE	3,401
3BR COTTAGE	3,578
SECOND PERSONS	1,171

ASSISTED UNIT

AL - STUDIO	4,338
AL - 1BR	5,326
SAINT ANDREWS	6,870

SKILLED UNIT

PRIVATE	296.00
SEMI-PRIVATE	279.00
MEDICAID (includes ALZ res)	134.83
MEDICARE	370.00
DIRECT ADMITS	370.00

(B) Compliance

Presbyterian Homes, Inc. came before the Executive Committee on June 17, 2015 to obtain preliminary approval to refund their 2005A and 2010 Series Bonds. At that time, the Commission was made aware that for FYE 2014 and FYE 2015, Presbyterian Homes would have findings involving documents not being timely filed; however, the Commission's auditor was aware of the documents that would be filed late for FYE 2014 and FYE 2015 due to the communication between the Commission's auditor and the controller at Presbyterian Homes. Since Presbyterian Homes received approval to refund the 2005A and 2010 Series Bonds, they have been in compliance with all covenant requirements and the CFO and controller of Presbyterian Homes continues to be in contact with the Commission's auditor to ensure they are maintaining compliance with the bond covenant requirements.

XII. RULES PROCESS OVERVIEW – Nadine Pfeiffer will present flow diagrams on the rules adoption and periodic review and expiration of existing rules processes.
(attached as Exhibits D – D/4)

XIII. OLD BUSINESS

A. Rules for Final Adoption..... Nadine Pfeiffer
(attached as Exhibits E-E/1)

- Health Care Personnel Registry Rule
Nurse Aide I Training, 10A NCAC 13O .0301

B. Periodic Review of Existing Rules (HB 74) – Final Category Determination

- 10A NCAC 13P, Emergency Medical Services and Trauma Rules.... Nadine Pfeiffer
(attached as Exhibits F-F/2)

XIV. NEW BUSINESS

Rules for Initiating Rulemaking Approval

1. Nursing Home Rules..... Nadine Pfeiffer
Readoption of 6 rules following Periodic Review: 10A NCAC 13D .2001, .2210, .2303, .2402, .2503 and .3201 (Rules and fiscal note)
(attached as Exhibits G-G/1)

2. Health Care Cost Reduction & Transparency Temporary Rules.....Nadine Pfeiffer
(attached as Exhibits H-H/2)
(1) Licensing of Hospitals, 10A NCAC 13B .2102
(2) Licensing of Ambulatory Surgical Facilities, 10A NCAC 13C .0206

3. Rule Items for Future Consideration.....Megan Lamphere
• Adult Care Home and Family Care Home Administrator Rules

XV. UPDATE ON MCC CONFLICT OF INTEREST POLICY.....Dr. John A. Fagg

**XVI. MCC COMPLIANCE AND ISSUANCE OF BONDS POLICY.....Chris Taylor
(Draft policy is attached as Exhibit I)**

XVII. REFUNDING OF COMMISSION BOND ISSUES.....Chris Taylor

Recommended:

WHEREAS, the bond market is in a period of generally fluctuating interest rates, and

WHEREAS, in the event of decline of rates during the next quarter, refunding of certain projects could result in significant savings in interest expense thereby reducing the cost of health care to patients, and

WHEREAS, the Commission will not meet again until February 12, 2016 in Raleigh, North Carolina;

THEREFORE, BE IT RESOLVED; that the Commission authorize its Executive Committee to approve projects involving the refunding of existing Commission debt between this date and February 12, 2016.

XVIII. MEMBER REPORT

XIX. ELECTION OF EXECUTIVE COMMITTEE MEMBERS.....Dr. John A. Fagg

Three members are required to be elected to the Executive Committee by the Commission. The terms of George Cecil, Al Lockamy and Mary Piepenbring will expire on December 31, 2015.

Members may serve only two (2) consecutive terms.

Other members of the Executive Committee are:

- John A. Fagg, M.D., Chairman
- Joseph D. Crocker, Vice-Chairman
- Charles T. Frock
- Charles H. Hauser

XX. MCC MEETING DATES FOR 2016.....Chris Taylor

- February 11-12, 2016
- May 19-20, 2016
- August 11-12, 2016
- November 17-18, 2016

XXI. QUESTIONS FROM THE PUBLIC - The Chairperson will receive questions from the public.

XXII. ADJOURNMENT - A motion to adjourn is requested.